GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:2511
ANSWERED ON:09.12.2005
UNCLAIMED INSURANCE DUES
Kathiria Dr. Vallabhbhai

Will the Minister of FINANCE be pleased to state:

(a) the amount of unclaimed insurance dues during the last three years; and

(b) the manner in which these resources has been utilized or proposed to be utilized ?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI S.S. PALANIMANICKAM)

(a) As reported by LIC, the unclaimed insurance dues in the last three years were as under :-

Year	Amount in crore (Rs.)
2002-03	37.58
2003-04	37.63
2004-05	71.22

(b) LIC has informed that unclaimed insurance dues are treated as income and transferred to the Life Fund, which is invested as per IRDA (Investment) Regulations, 2000. This Fund is valued at the end of every year to calculate the annual valuation surplus which is distributed between policyholders and shareholders in the ratio of 95 to 5 under Section 28 of the LIC Act, 1956. Whenever policyholder or claimants are traced out, the amount is paid to them out of Life Fund, after proper verification.